



Canyon Fuel  
Company, LLC.  
Skyline Mine

A Subsidiary of Arch Western Bituminous Group, LLC

*JK C/007/005 Incoming*  
*#3047*

Gregg Galecki, Environ. Engineer  
HCR 35, Box 380  
Helper, UT 84526  
(435) 448-2636 - Office  
(435) 448-2632 - Fax

September 12, 2008

Mr. James D. Smith  
Permit Supervisor  
Utah Division of Oil, Gas and Mining  
1594 West North Temple, Suite 1210  
Salt Lake City, Utah 84114-5801

RE: BC-3 Fan Structure – Construction approval, Canyon Fuel Company, LLC, Skyline Mine, C/007/005,

Dear Mr. Smith:

Attached to this letter is pertinent information requesting permission to initiate construction on an addition to an existing building located within the Mine site Disturbed Area. The requested construction modification is to the existing BC-3 Drive House to accommodate an intake fan to provide necessary ventilation for the Mine. The construction includes an approximate 4,000 cu-ft building, and approximately 50 cu-yds of reinforced concrete. The permit modification includes modifications to Plate 3.2.1-1 Surface Facilities Map illustrating the footprint of the building addition, and the appropriate adjustments to the Reclamation bond to accommodate demolition of the structure. The calculated costs for demolition of construction modification totaled approximately \$2,500, which does not require any changes to the bond.

To remain operational and adequately ventilate the mine, the fan structure needs to be functioning before January 2009. Construction, installation, and testing of the fan and related structure are anticipated to take 8-10 weeks. With the approaching winter season, Skyline Mine needs to start construction on approximately October 13, 2008. We are respectfully requesting an "Expedited Review" of the application to facilitate a review and approval of the application.

Attached to this cover letter are completed C1 and C2 forms, four (4) copies of both redline-strikeout and clean text of the bond information, four (4) clean copies of Plate 3.2.1-1, and four (4) Compact Discs (CDs) containing the complete submittal package.

If you have any questions, please call me at (435) 448-2636.

Sincerely,

Gregg A. Galecki  
Environmental Engineer, Skyline Mine  
Canyon Fuel Company, LLC  
enclosures

File in: *C/007/005 2008 Incoming*  
Refer to:  
☐ Confidential  
☐ Shelf  
☒ Expandable  
Date *09/12/08* For additional information

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DIV. OF OIL, GAS & MINING

# APPLICATION FOR COAL PERMIT PROCESSING

Permit Change ☒ New Permit ☐ Renewal ☐ Exploration ☐ Bond Release ☐ Transfer ☐

Permittee: Canyon Fuel Company, LLC

Mine: Skyline Mine

Permit Number: C/007/005

Title: BC-3 Fan Structure

Description, Include reason for application and timing required to implement:

BC-3 Fan structure necessary for ventilation - construction needed to begin in October 2008.

**Instructions:** If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.

- |   |   |
|---|---|
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 1. Change in the size of the Permit Area? Acres: _____ Disturbed Area: _____ <input type="checkbox"/> increase <input type="checkbox"/> decrease. |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 2. Is the application submitted as a result of a Division Order? DO# _____  |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area?                                     |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 4. Does the application include operations in hydrologic basins other than as currently approved?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 6. Does the application require or include public notice publication?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 7. Does the application require or include ownership, control, right-of-entry, or compliance information?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 9. Is the application submitted as a result of a Violation? NOV # _____   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 10. Is the application submitted as a result of other laws or regulations or policies?<br>Explain: _____  |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 11. Does the application affect the surface landowner or change the post mining land use?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2)                                |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 13. Does the application require or include collection and reporting of any baseline information?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 15. Does the application require or include soil removal, storage or placement?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 16. Does the application require or include vegetation monitoring, removal or revegetation activities?  |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 17. Does the application require or include construction, modification, or removal of surface facilities?   |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 18. Does the application require or include water monitoring, sediment or drainage control measures?  |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 19. Does the application require or include certified designs, maps or calculation?   |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 20. Does the application require or include subsidence control or monitoring?   |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 21. Have reclamation costs for bonding been provided?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream?  |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 23. Does the application affect permits issued by other agencies or permits issued to other entities?   |

Please attach four (4) review copies of the application. If the mine is on or adjacent to Forest Service land please submit five (5) copies, thank you. (These numbers include a copy for the Price Field Office)

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

Wesley K Sorensen  
Print Name

Wesley K Sorensen  
Sign Name, Position, Date  
General Manager  
9/12/08

Subscribed and sworn to before me this 12<sup>th</sup> day of Sept, 2008

Kathleen Atwood  
Notary Public

My commission Expires: 11/12, 2011  
Attest: State of Utah } ss:  
County of Cannonville



For Office Use Only:

Assigned Tracking  
Number:

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# APPLICATION FOR COAL PERMIT PROCESSING

## Detailed Schedule Of Changes to the Mining And Reclamation Plan

**Permittee:** Canyon Fuel Company, LLC

**Mine:** Skyline Mine

Permit Number: C/007/005

**Title:** BC-3 Fan Structure

Provide a detailed listing of all changes to the Mining and Reclamation Plan, which is required as a result of this proposed permit application. Individually list all maps and drawings that are added, replaced, or removed from the plan. Include changes to the table of contents, section of the plan, or other information as needed to specifically locate, identify and revise the existing Mining and Reclamation Plan. Include page, section and drawing number as part of the description.

## DESCRIPTION OF MAP, TEXT, OR MATERIAL TO BE CHANGED

☐ Add    ☒ Replace    ☐ Remove

### Plate 3.2.1-1, Mine Surface Facilities

☐ Add    ☒ Replace    ☐ Remove

Section 4.3 Cost Estimate for Performance Bond, Bond Summary page, Demolition

Summary page, Demolition Costs - BC 3 Drive House 05

☐ Add    ☐ Replace    ☐ Remove

**Any other specific or special instruction required for insertion of this proposal into the Mining and Reclamation Plan.**

Four (4) redline/strikeout and four (4) clean copies of the text, four (4) clean copies of the plate, and two (2) CDs of all the information.

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